Thursday, August 7, 2008

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 38

Subject: Authorize award and execution of a 36-month requirements supply contract with MCCOY'S BUILDING SUPPLY, Austin, Texas for masonry and ready-mix cement supplies in an estimated amount not to exceed \$182,434, with three 12-month extension options in an estimated amount not to exceed \$60,812 per extension option, for a total estimated contract amount not to exceed \$364,870.

Amount and Source of Funding: Funding in the amount of \$10,136 is available in the Fiscal Year 2007-2008 Operating Budget for various City Departments. Funding for the remaining 34 months of the original contract period and extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Cruz Banda, Buyer II/974-2133

Purchasing Language: Lowest bid of two bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9C of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No Subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract will provide a reliable supply of bagged masonry and ready-mix cement products for various City departments to be purchased on an as needed basis. These products are necessary to support crews working on projects that require small amounts of masonry or cement products to complete concrete work, patching, or repairing at various City sites. This contract also includes the supply of bagged marble dust to mark athletic fields. These products will be delivered to various City storeage facilities on a periodic basis and will provide a ready supply of material in order to complete projects in a timely manner.

MBE/WBE solicited: 6/1 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Eighty-three notices were sent, including six MBEs and one WBE. Two bids were received, with no response from the MBE/WBEs.
- c. The current pricing represents a 5% increase to the last contract award in March 2006.

APPROVAL JUSTIFICATION

- a. Lowest bid received. McCoy's is not the current supplier of these products.
- b. The Purchasing Office concurs with FASD, Materials Management's recommended award.
- c. Advertised in the Austin American-Statesman and the Internet.